

UNITED STATES  
DEPARTMENT OF THE INTERIOR  
BUREAU OF LAND MANAGEMENTFORM APPROVED  
OMB No 1004-0137  
Expires March 31, 2007

AUG 29 2007

## SUNDRY NOTICES AND REPORTS ON WELLS

**Do not use this form for proposals to drill or to re-enter an abandoned well. Use Form 3160-3 (APD) for such proposals.**Lease Serial No  
NMNM 029234

Indian, Allottee or Tribe Name

SUBMIT IN TRIPLICATE - Other instructions on page 2.

7. If Unit of CA/Agreement, Name and/or No.

## 1. Type of Well

☒ Oil Well ☐ Gas Well ☐ Other8. Well Name and No.  
LOTOS C FEDERAL 9122. Name of Operator  
CHESAPEAKE OPERATING, INC.

ATTN: LINDA GOOD

9. API Well No  
30-015-353563a Address  
P O BOX 18496  
OKLAHOMA CITY, OK 73154-04963b Phone No. (include area code)  
405-767-427510. Field and Pool or Exploratory Area  
COTTON DRAW

## 4. Location of Well (Footage, Sec, T, R., M., or Survey Description)

660' FSL &amp; 1980' FEL, SWNE, SECTION 9, T24S, R31E

11. Country or Parish, State  
EDDY COUNTY, NEW MEXICO

## 12 CHECK THE APPROPRIATE BOX(ES) TO INDICATE NATURE OF NOTICE, REPORT OR OTHER DATA

TYPE OF SUBMISSION	TYPE OF ACTION			
<input type="checkbox"/> Notice of Intent	<input checked="" type="checkbox"/> Acidize	<input type="checkbox"/> Deepen	<input type="checkbox"/> Production (Start/Resume)	<input type="checkbox"/> Water Shut-Off
	<input type="checkbox"/> Alter Casing	<input checked="" type="checkbox"/> Fracture Treat	<input type="checkbox"/> Reclamation	<input type="checkbox"/> Well Integrity
<input checked="" type="checkbox"/> Subsequent Report	<input type="checkbox"/> Casing Repair	<input type="checkbox"/> New Construction	<input type="checkbox"/> Recomplete	<input checked="" type="checkbox"/> Other Perf Delaware
	<input type="checkbox"/> Change Plans	<input type="checkbox"/> Plug and Abandon	<input type="checkbox"/> Temporarily Abandon	
<input type="checkbox"/> Final Abandonment Notice	<input type="checkbox"/> Convert to Injection	<input type="checkbox"/> Plug Back	<input type="checkbox"/> Water Disposal	

13. Describe Proposed or Completed Operation: Clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recompletable horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports must be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletable in a new interval, a Form 3160-4 must be filed once testing has been completed. Final Abandonment Notices must be filed only after all requirements, including reclamation, have been completed and the operator has determined that the site is ready for final inspection.)

7/28/2007 Swabbing.

7/31/2007 RU BJ, frac Delaware 6758' - 6766' w/44 bbl frac fluid, formation broke @ 1160#, pump 23,750# 16/30 Ottawa sand, 24,000# 16/30 SLC, flush w/157 bbl frac fluid, RD BJ. RIH w/CBP set @ 6650', POOH, RIH w/4" perforating guns, shoot 4 sqz holes @ 5920', POOH, RD JSI, RIH w/Klein pkr @ 181 jts 2 7/8" tbg, set pkr @ 5793', load backside, pressure to 1000#, pump 110 bbl down tbg and up 8 5/8" csg.

8/02/2007 RIH w/ perforating guns, perforate Delaware 5,834' - 5,842', 5,846' - 5,855' @ 4 jsf, POOH w/guns, SDFN.

8/03/2007 RU Cudd, pump 1,500 gals 7.5% HCL, spot 210 gals 7.5% HCL and 32.6 bbls 2% KCL across Delaware 5,834' - 5,844', pull pkr to 5,723', reverse spot into tbg, set pkr, pump 1,290 gals 7.5% HCL w/1.5 SPG ball sealers.

8/04/2007 RU BJ Frac Delaware, test lines to 7000#, pump pad, formation broke @ 1600#, pump 27,300# 16/30 Ottawa sand ramping from 25 ppg to 8 ppg. pump 44,500# 16/30 SLC @ 8 ppg, total sand 71,800#, flush w/135 bbls frac fluid, RD BJ.

8/08/2007 Drilled out CBP's @ 7910' &amp; 6650'.

8/14/2007 Installed pumping unit.  
(CHK PN 613357)

14 I hereby certify that the foregoing is true and correct  
Name (Printed/Typed)  
LINDA GOOD

Title FEDERAL REGULATORY ANALYST

LES BABYAK  
PETROLEUM ENGINEER

Signature

*Linda Good*

Date 08/22/2007

## THIS SPACE FOR FEDERAL OR STATE OFFICE USE

Approved by

Title

Date

Conditions of approval, if any, are attached. Approval of this notice does not warrant or certify that the applicant holds legal or equitable title to those rights in the subject lease which would entitle the applicant to conduct operations thereon.

Office

Title 18 U S C Section 1001 and Title 43 U S C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction

(Instructions on page 2)

Accepted for record - NMOCD

8/20/07